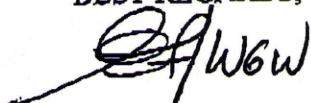


m/023/007

NORTH LILY MINING
PHONE 3032940427
FAX 3032932235
FAX TRANSMITTAL
FROM: W. WEBB/S. FLECHNER
TO: TOM MUNSON/DOGM
FAX: 801-359-3940
DATE: AUGUST 16, 2001
RE: INSECT USEAGE AT SILVER CITY RECLAMATION,
TINTIC, UTAH PROJECT

PLEASE SEE REQUESTED LETTER ATTACHED.

BEST REGARDS,

 W6W

CC: R. BAYER/JBR

RECEIVED

AUG 16 2001

DIVISION OF
OIL, GAS AND MINING

0018



Suite 210
1800 Glenann Place
Denver, CO 80202
Tel: 505.294.0427
Fax: 505.295.2255

August 15, 2001

Mr. Tom Munson
Sr. Reclamation Specialist
Utah Division of Oil Gas and Mining
PO Box 145801
Salt lake City, Utah 84114-5801

RE: OG&M Proposal to Plant Selected Insect Species at the North Lily Silver City, Utah
Reclamation Project for Control of Spotted Knapweed

Dear Mr. Munson:

This letter is our formal response to your telephone request for North Lily Mining Company's authorization to introduce selected insect species in an effort to control spotted knapweed in the vicinity of the former Silver City heap leach facility in Juab County, Utah. Our verbal concurrence with this request was passed on to Mr. Paul Baker of DOGM via Bob Bayer of JBR Environmental on Thursday, August 9, 2001.

We understand that species under consideration have all been approved for weed control purposes by the United States Department of Agriculture's Animal and Plant Health Inspection Service (APHIS) and that the species that will be selected will be specific to spotted knapweed. The particular species of interest is *Larinus minatus*, a seedhead weevil. Other species, including possibly weevils or root-boring moths are also being considered for this purpose. We understand from a conversation between Mr. Bayer and Mr. Baker that the use of all of these species has been approved by the U.S. Bureau of Land Management for weed control purposes on public lands and that the *L. minatus* has been introduced in the past into 12 states, including Utah. The species under consideration for introduction are known to be specific to knapweed and are not known to present a threat to either native plants or agricultural crops.

We further understand that the area to be targeted for application will not be an area on or immediately adjacent to the reclaimed area that might be subject to chemical spraying by North Lily's weed control efforts during the next year of the reclamation monitoring period. DOGM will mark the area where the insects are released with flagging or other appropriate means and record the location on a map. The release site will be photographed. We request that DOGM

Mr. Tom Munson
August 15, 2001

Page 2

provide copies of the location map, photographs, and other documentation (field notes, etc.) that it produces while doing this work to JBR Environmental who will retain the information on North Lily's behalf

We appreciate your efforts, will rely upon these understandings and wish you all success in this effort.

Sincerely,



Stephen E. Flechner
President and CEO

cc: Robert J. Bayer, JBR Environmental Consultants, Inc.
W. Gene Webb, NLMC Executive Vice President

Subj: Final Insect Letter
 Date: 08/15/2001 10:01:41 AM Mountain Daylight Time
 From: ncameron@jbr-env.com (Nina Cameron)
 To: seflech@aol.com

Steve,

Attached is the final letter to DOGM regarding insect species. I just noticed the letter that I just faxed to you has an incorrect date. It should be 2001, not 2000. It is corrected on the attached file. I apologize that I did not catch that before I faxed your copy to you.

I also included DOGM's fax number so you may fax to them.

Call me if you need anything else.

Nina Cameron
 JBR Environmental Consultants, Inc.
 8180 South Highant Drive
 Sandy, Utah 84093

Phone: 801-943-4144
 Fax: 801-942-1852

Need acety
 for MP
 of Com. & Bio
 acety
 photo

Headers

Return-Path: <ncameron@jbr-env.com>
 Received: from rly-xb05.mx.aol.com (rly-xb05.mail.aol.com [172.20.105.106]) by air-xb04.mail.aol.com (v79.27) with ESMTP id MAILINXB45-0815120141; Wed, 15 Aug 2001 12:01:41 -0400
 Received: from smtp.burgoyne.com (smtp.burgoyne.com [209.197.0.17]) by rly-xb05.mx.aol.com (v79.20) with ESMTP id MAILRELAYINXB52-0815120124; Wed, 15 Aug 2001 12:01:24 -0400
 Received: from station8 (ppp-4.burgoyne.com [209.197.3.225] (may be forged))
 by smtp.burgoyne.com (8.11.3/8.11.3) with SMTP id f7FG1Oq19280
 for <seflech@aol.com>; Wed, 15 Aug 2001 10:01:24 -0600
 Message-ID: <000e01c125e450a3e8be058801a8c0@burgoyne.com>
 From: "Nina Cameron" <ncameron@jbr-env.com>
 To: <seflech@aol.com>
 Subject: Final Insect Letter
 Date: Wed, 15 Aug 2001 10:05:01 -0600
 MIME-Version: 1.0
 Content-Type: multipart/alternative;
 boundary="====_NextPart_000_000B_01C12571.BF20BB10"
 X-Priority: 3
 X-MSMail-Priority: Normal
 X-Mailer: Microsoft Outlook Express 5.00.2919.6600
 X-MimeOLE: Produced By Microsoft MimeOLE V5.00.2919.6600

Thursday, August 16, 2001 America Online: Guest